



One Hundred First Legislature - First Session - 2009
Introducer's Statement of Intent
LB 654

Chairperson: Greg Adams
Committee: Education
Date of Hearing: February 10, 2009

The following constitutes the reasons for this bill and the purposes which are sought to be accomplished thereby:

LB 654 would allow school districts to enter into limited loan agreements with financial institutions to borrow money for renovation projects. This borrowed money could not be used for new facilities, but is intended for such things as installation of air conditioning, fixing a roof, or adding small additions (2,500 square feet maximum) to existing buildings. Any such borrowing would require a unanimous vote of the school board.

The maximum amount that could be borrowed would be limited to 70% of the anticipated receipts generated from the district's current special building fund levy for the ten years following the date of the loan agreement. The loan would be repaid with funds generated from the district's special building fund levy.

Principal Introducer:

Senator John Harms